



Request for City Council Committee Action From the Department of Public Works

Date: May 1, 2012

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Referral to: Honorable Betsy Hodges, Chair Ways and Means/Budget Committee

Subject: **Extension and amendment of Recyclables Processing and Marketing
Contract with Allied Recycling**

Recommendation:

Authorize proper city officials to negotiate and execute an 18 month extension and amendment to the contract with Allied Recycling Services, through November 30, 2013 under the terms presented in the staff report.

Previous Directives:

- January, 2011, Direction to extend contract with Allied Recycling Services through June 1, 2012
- August, 2009, Direction to enter into a contract with Allied Recycling Services for two year period
- May, 2004, Direction to enter into contract with BFI Systems (predecessor to Allied) for Recyclables Processing and Marketing

Prepared by: David Herberholz, Director, Solid Waste and Recycling

Approved by:

Steven A. Kotke, P.E., City Engineer, Director of Public Works

Presenters: David Herberholz, Director, Solid Waste and Recycling Services, 673-2433

Reviews Not Applicable

Financial Impact

No financial impact

Community Impact

Neighborhood Notification:
City Goals: Eco Focused
Comprehensive Plan:
Zoning Code:

Background/Supporting Information

The City of Minneapolis is facing the challenge of how to increase the current recycling rate to meet the goals set by the State of Minnesota and supported by Hennepin County, while providing a cost-effective program that can be embraced by its residents and businesses. As part of this concern, the City of Minneapolis has contracted with Short Elliott Hendrickson Inc. (SEH) and Resource Recycling Systems (RRS) to conduct a study and assessment of collection options and the impact on the value of the marketable materials.

This time required for this study, the decision making process and implementation of a new collection program is considerable and will not be completed prior to the June 30, 2012 expiration date of the Allied Recycling Services contract. Therefore, there exists a need to extend this contract with Allied Waste to process the City of Minneapolis recyclables for an additional 18 months to allow for the development and implementation of a new recycling collection program.

Request is being made to authorize proper city officials to extend and amend the current contract to include the following:

- Extend current contract for 18 months, from June 1, 2012 through November 30, 2013.
- Recycling processing to include current multi-sort method, and dual and single sort pilots on a temporary basis.
- City of Minneapolis plans to issue a Request for Proposal (RFP) for dual and single sort recycling processing, and resulting contract award could lessen the volume of recyclables delivered to Allied Waste during the term of this contract extension.
- Allied Waste agrees to accept the following items in addition to the current list of recyclables:
 1. Food and beverage cartons (milk, juice, soup broth, wine).
 2. Refrigerated food boxes.
 3. All plastic bottles, jugs, containers and lids numbered 3 through 7.